

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**HB 1242 – SB 1560**

March 22, 2010

**SUMMARY OF AMENDMENTS (014907, 015716):** Amendment 014907 deletes all language following the enacting clause. Adds the definition of “licensed masonry contractor” to the Contractor’s Licensing Act of 1994. Expands the current definition of contractor to include licensed masonry contractor’s whose portion of a construction project exceeds \$100,000. Prohibits contractors from performing work as a licensed masonry contractor without first being licensed by the Department of Commerce and Insurance. Requires applicants for licensure as a licensed masonry contractor to pass the approved masonry examination established in current law. Amendment 015716 requires the Tennessee Board for Licensing Contractors to charge a licensing fee in an amount sufficient to cover all costs associated with issuing licenses.

**FISCAL IMPACT OF ORIGINAL BILL:**

MINIMAL

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENTS:**

**Increase State Revenue - \$15,000/One-Time/Tennessee Board for Licensing Contractors**

**Increase State Expenditures - \$15,000/One-Time/Tennessee Board for Licensing Contractors**

Assumptions applied to amendments:

- According to the Department of Commerce and Insurance, the Board for Licensing Contractors will incur additional expenditures of \$15,000 which include a rule-making hearing (\$7,500) and the cost for mailing notices to all approximately 18,000 licensed contractors across the state (\$7,500).
- Applicants for licensure will pay fees in an amount sufficient to cover the one-time expenditures which will result in a one-time increase in state revenue of \$15,000.

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- Pursuant to Tenn. Code Ann. § 4-3-1011, all regulatory boards are required to be self-supporting over a two-year period. As of June 30, 2009, the Board had a positive balance of \$1,183,504.71.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White". The signature is fluid and cursive, with the first name "James" written in a smaller, more compact script than the last name "White".

James W. White, Executive Director

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